Statement

(Figures : Rs./Crores)

S.No.	Name of Public Sector Undertaking.	Authorised Capital	Paid up Capital	Net Profit/loss (—)		
				1988-89	1989-90	1990-91
1	Indian Drugs & Pharmaceuticals Limited.	120.00	112.00	(—)46.42	(—)42.74	(—)81.99
2	Hindustan Antibiotics Ltd.	45.00	40.34	(+)2.80	(+)2.26	(+)0.79
3	Bengal Chemicals & Pharmaceuticals Ltd.	14.00	12.80	(—)7.05	(—)8.41	(—)9.09
4	Bengal Immunity Ltd.	18.00	15.73	(—)5.85	(—)5.77	(—)5.21
5	Smith Stanistreet Pharmaceuticals Ltd.	7.00	5.93	(—)3.47	(—)4.24	(—)4.81

Provisional registration for manufacturing drugs

1578. SHRI RAJNI RANJAN SAHU:

SHRIMATI SATYA BAHIN:

SHRI MOHD. KHALEELUR RAHMAN:

Will the PRIME MINISTER be pleased to state:

(a) whether it is a fact that Government have taken a decision not to convert valid provisional registration with DGTD for the manufacturers of drugs and finished medicines;

(b) whether it is also a fact that valid provisional registrations are letter of intents as well as letter of commitments;

(c) if so, what are the basis on which such a decision has been taken and at what level;

(d) whether Government have taken any legal opinion on the issue; and

(e) if so, the details thereof?

THE MINISTER OF STATE IN THE MINISTRY OF INDUSTRY (SHRI P. J. KURIEN): (a) to (e) As per the new liberalised Industrial Policy, the scheme of DGTD Registration stands abolished and hence provisional Registration issued by DGTD for setting up drug units cannot be converted into a permanent Registration.

Overcharging by M/s. May & Baker and M/s. Cadila

1579. SHRI ANANT RAM JAISWAL:

SHRI ASHOK NATH VERMA:

Will the PRIME MINISTER be pleased to state:

(a) whether it is a fact that crores of rupees are due from M/s. May & Baker and M/s. Cadila on Metronidazole and Dexamethasone;

(b) whether it is also a fact that these companies failed to give details to Government;

(c) if so, when Government called for the data and when Government got the information of overcharging by these companies; and

(d) what steps have been taken to launch prosecutions against these companies?

THE MINISTER OF STATE IN THE MINISTRY OF CHEMICALS AND FERTILIZERS (SHRI CHINTA MOHAN): (a) to (d) To the extent

information is available with the Government, there is no amount due from M|s. May & Baker and M|s. Cadila on Metronidazole and Dexamethasone.

Recommendation of Standing Committee for decontrol of prices

1580. SHRI R. S. NAIK:
CHOWDHARY RAM SEWAK:

Will the PRIME MINISTER be pleased to state:

(a) whether it is a fact that the Standing Committee have recommended to Government for decontrol of prices of drugs having turn over upto Rs. 3 crores and also those which are produced by three producers and formulated by five formulators;

(b) if so, what are the basis on which such recommendation has been made and how such liberalisation would help to generate investment, reduce foreign exchange and and create more employment;

(c) whether it is a fact that liberalisation announced in 1987 has resulted in more out go of foreign exchange and has retarded investment;

(d) whether it is also a fact that prices of price decontrol medicines have gone up by more than 100 per cent; and

(e) what are the new investments made in the drug sector by M/s. Cadila, Lyka, German Ramedies, Hoechst, Ciba, Sarabhai, Alembic during last three years?

THE MINISTER OF STATE IN THE MINISTRY OF CHEMICALS AND FERTILIZERS (SHRI CHINTA MOHAN): (a) and (b) The recommendations of the Standing Committee are still under examination of the Government.

(c) There is no indication of any such trend linked to the liberalisation announced in 1987.

(d) Under DPCO 1987, the manufacturers of decontrolled medicines are free to charge their own price. However, where the price increase appears to be abnormally high, Government intervenes.

(e) The details of new investment made by M/s. Cadila etc. during last 3 years are not readily available. However, the names of bulk drugs, to the extent available, for which industrial approvals have been granted to these companies during the last 3 years are given in the annexed Statement.

Statement

S. No.	Name of the Company	Name of the bulk drug
1	M/s. Cadila	Nifedipine, Glybenclamide, Phyntoin Sodium, Ciprofloxacin, Ranitidine Atenolol, Theophylline, Phenformin, Ampicillin Sodium Sterile, Cloxacillin Sodium Sterile, Cephazolin Sodium Sterile, Chloramphenicol Sodium Sterile.
2	M/s. Lyka	Cloxacillin Sodium, Ampicillin Sodium Sterile and Paracetamol.
3	M/s. German Remedies	Hyoscin-N-Butyl Bromide, Hydroxy Ethyl Theophylline etc.
4	M/s. Hoechst	Cefotaxime Sodium, Frusemide, Pheniramine Maleate, Ratitex HCG, Human Rabies Vaccine.
5	M/s. Sarabhai	Doxycyline, Megnesium Hydroxide, Polysiloxane, Sodium Carboxy Methyl Cellulose, Diclofenace Sodium and Highly purified Insuline Injections.